

**PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
2011 Legislative Year**

Status as of October 10, 2011

C - Chaptered Bills

Bill Number Version	Author	Summary	Board Position	Status
AB 36 C-04/07/2011	Perea	State Tax Conformity for Dependent Care Coverage up to Age 26 This bill conforms to federal tax law by excluding from an employee's gross income for State personal income tax purposes, the value of employer-provided health coverage for a child who, at the end of the taxable year, has not attained age 27. It also allows parents to exclude from their gross income, any reimbursements for medical expenses made under a flexible spending arrangement. If enacted, this tax measure would take effect immediately.	Support	04/07/2011- Chaptered by the Secretary of State, Chapter Number 17, Statutes of 2011
AB 102 C-06/29/2011	Assembly Budget Committee	Budget Trailer Bill: Administration of Justice Grandfathers certain employees of the Office of the Inspector General of the California Department of Corrections and Rehabilitation as PO/FF members.		06/29/2011- Chaptered by the Secretary of State, Chapter Number 29, Statutes of 2011
AB 782 C-07/25/2011	Brownley	Recovery of Additional Audit Expenses Would allow, but not require, CalPERS to recover its additional administrative expenses when the time necessary to complete an employer audit exceeds estimates provided to the employer.	Sponsor	07/25/2011- Chaptered by the Secretary of State, Chapter Number 107, Statutes of 2011
AB 873 C-10/07/2011	Furutani	Post-Separation Employment for State Retirement System Board and Staff Prohibits CalPERS and CalSTRS Board Members, executive employees, and senior managers in Health and Information Technology (IT) from representing another entity before CalPERS or CalSTRS to influence specified actions for a period of four years after leaving service. The bill would also prohibit those individuals from aiding, advising, consulting with, or assisting a business entity, for a period of two years after leaving service, in obtaining the award of, or in negotiating, a contract or contract amendment with CalPERS or CalSTRS. In addition, the bill would prohibit those individuals from accepting compensation for providing services as a placement agent, for a period of ten years after leaving service.	Support	10/07/2011- Chaptered by the Secretary of State, Chapter Number 551, Statutes of 2011

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AB 1028 C-10/03/2011	Assembly PER&SS Committee	CalPERS 2011 Omnibus Bill Would make minor policy and technical changes to the Public Employees' Retirement Law (PERL).	Sponsor	10/03/2011- Chaptered by the Secretary of State, Chapter Number 440, Statutes of 2011
AB 1042 C-10/09/2011	Allen	Compensation of Key Employees Would add chief financial officer to the list of key positions under which the Board has authority to set compensation and terms and conditions of employment, including performance standards and more stringent conflict of interest standards.	Sponsor	10/09/2011- Chaptered by the Secretary of State, Chapter Number 688, Statutes of 2011
AB 1151 C-10/03/2011	Feuer	Fiduciary Determinations for Iran Divestment Imposes additional procedural requirements if either CalPERS or CalSTRS invokes fiduciary responsibilities (described in Section 17 of Article XVI of the California Constitution) as the reason to continue investments in companies with specified dealings in Iran's energy sector. These new requirements include holding hearings and adopting findings on a quarterly basis that demonstrate how divestment disadvantages Fund beneficiaries, indicating that any feasible investment alternatives would yield a lower rate of return with commensurate degrees of risk, or create a higher degree of risk with commensurate rates of return.	Oppose	10/03/2011- Chaptered by the Secretary of State, Chapter Number 441, Statutes of 2011

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AB 1247 C-10/09/2011	Fletcher	State Employee Retirement Plans: Financial and Investment Reporting Requirements Modifies CalPERS reporting requirements that were enacted as part of the 2010-11 Budget package to instead require CalPERS to produce an annual report describing the investment return assumptions, discount rates, and amortization periods used to calculate contribution rates for State employee retirement plans. The bill would delete the requirement that the Treasurer express his or her opinion of the reasonableness of the Board's calculation of the contribution rates, and instead require the Chair of the California Actuarial Advisory Panel (CAAP), or a designee to report on CalPERS investment return assumptions and amortization periods used in the calculation of contribution rates at a joint hearing of the Senate and Assembly committees on public retirement. It also deletes the requirement of the Board to provide the Legislature with a revised calculation of the forecasted contribution rates utilizing a specified investment rate assumption.	Support, with Suggested Amendments	10/09/2011- Chaptered by the Secretary of State, Chapter Number 733, Statutes of 2011
SB 78 C-03/24/2011	Senate Budget and Fiscal Review Committee	Budget Trailer Bill: Administration of Justice Grandfathers certain employees of the Office of the Inspector General of the California Department of Corrections and Rehabilitation as PO/FF members.		03/24/2011- Chaptered by the Secretary of State, Chapter Number 10, Statutes of 2011
SB 80 C-03/24/2011	Senate Budget and Fiscal Review Committee	Budget Trailer Bill: State Government Requires the Board to negotiate with health benefit carriers to add a Core Health Plan Option to its existing portfolio of health plans, and/or implement measures to achieve ongoing cost savings beginning in the 2012-13 fiscal year.		03/24/2011- Chaptered by the Secretary of State, Chapter Number 11, Statutes of 2011
SB 87 C-06/30/2011	Leno	2011-12 Budget Act Makes appropriations for support of State government for the 2011-12 fiscal year to, among other things, requires the CalPERS Board to negotiate with health benefit carriers to achieve a one-time savings of \$80 million of General Fund moneys and approximately \$37 million of other fund's moneys in the 2011-12 Health Benefits Program. As a budget bill, SB 87 went into effect immediately upon its signing, June 30, 2011.		06/30/2011- Chaptered by the Secretary of State, Chapter Number 33, Statutes of 2011

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SB 151 C-05/16/2011	Correa	<p>State Employees: Memoranda of Understanding</p> <p>This bill would approve memoranda of understanding (MOU) between the State and Bargaining Units 2, 6, 7, 9, 10, and 13, and would approve addenda to memoranda of understanding between the State and Bargaining Units 1, 3, 4, 11, 12, 14, 15, 16, 17, 18, 19, 20, and 21. Among other things, would increase the contribution rates by five percent for State miscellaneous, State industrial, or State safety members who are represented by State Bargaining Unit 13, by three percent for State miscellaneous, State industrial, or State safety members who are represented by State Bargaining Unit 2, 6, 7, 9, or 10, by three percent for State peace officer/firefighter members who are represented by State Bargaining Unit 6, by two percent for State peace officer/firefighter members who are represented by Bargaining Unit 7, and reduce the contribution rates by one percent for excluded State miscellaneous or State industrial members related to Bargaining Unit 2.</p>		05/16/2011- Chaptered by the Secretary of State, Chapter Number 25, Statutes of 2011
SB 294 C-10/09/2011	Price	<p>Emerging Investment Managers: Five Year Plan</p> <p>This bill would require the Board of Administration of the Public Employees' Retirement System and the Teachers' Retirement Board to each provide a five year strategic plan for emerging investment manager's participation across all asset classes and define the term "emerging investment manager." The bill would require each of the boards to submit an annual report to the Legislature, until January 1, 2018.</p>	Support	10/09/2011- Chaptered by the Secretary of State, Chapter Number 701, Statutes of 2011
SB 322 C-07/05/2011	Negrete McLeod	<p>Benefit Limits for Members Employed by Multiple CalPERS Employers</p> <p>Would clarify that a member who receives benefits based on credited service with multiple employers cannot exceed the annual federal limit on retirement benefit payments pursuant to Section 415 of the Internal Revenue Code.</p>		07/05/2011- Chaptered by the Secretary of State, Chapter Number 47, Statutes of 2011

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SB 398	Hernandez	Investments: External Managers	Support	10/09/2011- Chaptered by the Secretary of State, Chapter Number 704, Statutes of 2011
C-10/09/2011		Would clarify definitions of "external manager" in the Political Reform Act and other parts of the Government Code with regard to external investment managers retained by public retirement systems.		
SB 751	Gaines	Health Care Coverage: Transparency	Support	09/06/2011- Chaptered by the Secretary of State, Chapter Number 244, Statutes of 2011
C-09/06/2011		This bill prohibits contracts between licensed health care facilities and health plans or insurers from including nondisclosure clauses that restrict the release of information on the cost of medical procedures and quality of care to members of the plan or insurer. The bill would require a plan or insurer to annually provide a hospital or facility the opportunity to review and validate data provided to subscribers or enrollees of the plan or to policyholders or insureds of the insurer.		